

**FTB NOTICE**

California Franchise Tax Board - Legal Division

P.O. Box 1468
Sacramento, CA 95812-1468

FTB NOTICE 95-2

May 16, 1995

**SUBJECT: REQUEST FOR PUBLIC COMMENT
 PROPOSED REGULATIONS
 MANUFACTURERS' INVESTMENT CREDIT**

Revenue and Taxation Code Sections 17053.49 and 23649 were enacted by Senate Bill 671 (Stats. 1993, Ch. 881) and amended by Senate Bill 676 (Stats. 1994, Ch. 751). These sections generally provide a six percent tax credit for certain property used in a qualified manufacturing or similar activity conducted in California.

The Franchise Tax Board staff held a symposium on January 17, 1995 to receive public input concerning proposed regulations for the manufacturers' investment credit. Based on the information received and other information and authority, proposed regulations sections 17053.49 and 23649 have been drafted. These draft proposed regulations will be distributed to the public on June 9, 1995. Written comments from the public on the regulations are invited. Please note that neither the distribution of the draft proposed regulations nor the comments received will constitute part of the formal regulatory process.

Distribution will be made to those individuals and organizations who currently receive FTB Notices and those individuals and organizations who attended or submitted information to the symposium.

Written comments must be received by July 25, 1995, addressed to E. Scott Ewing, Franchise Tax Board, Legal Division - 410, P.O. Box 1468, Sacramento, CA 95812-1468. If you have questions regarding this opportunity to provide comments or if you wish to receive a copy of the draft proposed regulations and submit comments, please contact Mr. Ewing after June 9, 1995 at (916) 845-3323.